

PROJECTED INVESTMENT EXPENDITURES

	FY 2009-10 Actual ¹	FY 2010-11 Projection	FY 2011-12 Projection
External Investment Advisors ²			
Base Fees			
Domestic			
Equities	\$ 31,113,869	\$ 56,402,000	\$ 58,911,000
Fixed Income	6,796,007	4,664,000	4,506,000
International			
Equities	24,328,541	46,935,000	52,076,000
Fixed Income	2,831,920	3,800,000	3,750,000
Real Estate ³	193,774,465	196,892,000	175,712,000
Inflation Linked Asset Class	34,051,302	24,853,000	24,953,000
AIM Asset Management	510,081,743	515,979,000	519,969,000
Subtotal	802,977,848	849,525,000	839,877,000
Performance Fees ⁴			
Domestic			
Equities	13,593,233	26,946,000	28,415,000
International			
Equities	14,444,133	47,128,000	51,118,000
Fixed Income	2,046,999	4,000,000	4,100,000
Real Estate	(9,136,950)	114,341,000	28,385,000
Inflation Linked Asset Class	2,204,989	-	-
Subtotal	23,152,404	192,415,000	112,018,000
Total External Investment Advisors	826,130,252	1,041,940,000	951,895,000
Other Investment Expenditures			
Custodian - State Street Bank	4,893,645	4,400,000	4,400,000
Portfolio Management Services/Subscriptions ⁵	19,002,951	19,003,000	19,003,000
Appraisal Fees	10,397,882	10,398,000	10,398,000
Auditor Fees	416,228	417,000	417,000
Consultant Fees	-	26,360,000	28,119,000
Legal Fees	10,233,286	15,000,000	15,000,000
Tax Advisory Services	448,289	449,000	449,000
Subtotal	45,392,282	76,027,000	77,786,000
Total	\$ 871,522,534	\$ 1,117,967,000	\$ 1,029,681,000

¹ FY 2009-10 Actual External Investment Advisors and Custodian Fees are based on the Comprehensive Annual Financial Report (CAFR) for Fiscal Year Ended 6/30/10.

² Projections for External Investment Advisors and Custodian Fees are referenced in CalPERS 2010 Investment Advisor Report dated January 2011.

³ In addition to the amount reported on the CAFR, FY 2009-10 Actual Real Estate Base Fees includes \$1,138,843 in management fees related to Real Estate Investment Trusts.

⁴ These amounts are highly volatile as they are based on performance of fund managers compared to various benchmarks. In addition, performance fees are calculated on various multi-year contracts and the performance period varies from manager to manager.

⁵ Includes electronic investment data feeds and subscriptions fees such as Bloomberg, BlackRock, and Factset to ensure accurate pricing of investments.